

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02069A
SUNRISE WATER CO.
9098 W. Pinnacle Peak Rd.
Peoria, AZ 85383

ANNUAL REPORT

FOR YEAR ENDING

12	31	2006
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FOR COMMISSION USE

ANN 04	06
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PROCESSED BY:

4-20-07

SCANNED

COMPANY INFORMATION

Company Name (Business Name) Sunrise Water Co.

Mailing Address 9098 W. Pinnacle Peak Rd.
(Street)

Peoria

(City)

AZ

(State)

85383

(Zip)

623-972-6133

Telephone No. (Include Area Code)

623-566-8925

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address jdcampbell9098@qwest.net

Local Office Mailing Address 9098 W. Pinnacle Peak Rd.
(Street)

Peoria

(City)

AZ

(State)

85383

(Zip)

623-972-6133

Local Office Telephone No. (Include Area Code)

623-566-8925

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address jdcampbell9098@qwest.net

MANAGEMENT INFORMATION

Management Contact: J D. Campbell President
(Name) (Title)

9098 W. Pinnacle Peak Rd.
(Street)

Peoria
(City)

AZ
(State)

85383
(Zip)

623-972-6133

Telephone No. (Include Area Code)

623-566-8925

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address jdcampbell9098@qwest.net

On Site Manager: J D. Campbell
(Name)

9098 W. Pinnacle Peak Rd.
(Street)

Peoria
(City)

AZ
(State)

85383
(Zip)

623-972-6133

Telephone No. (Include Area Code)

623-566-8925

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address jdcampbell9098@qwest.net

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: J D. Campbell

(Name)

9098 W. Pinnacle Peak Rd.

(Street)

Peoria

(City)

AZ

(State)

85383

(Zip)

623-972-6133

Telephone No. (Include Area Code)

623-566-8925

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: J. Scott Rhodes, of Jennings, Strouss & Salmon, P.L.C.

(Name)

The Collier Center

201 E. Washington

(Street)

Phoenix

(City)

AZ

(State)

85004

(Zip)

602-262-5911

Telephone No. (Include Area Code)

602-253-3255

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☒ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☒ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME: Sunrise Water Co.

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	873,264	0	873,264
304	Structures and Improvements	88,321	33,857	54,464
307	Wells and Springs	1,496,346	323,979	1,172,367
311	Pumping Equipment	484,437	185,703	298,734
320	Water Treatment Equipment	22,313	8,553	13,759
330	Distribution Reservoirs and Standpipes	138,040	52,916	85,124
331	Transmission and Distribution Mains	2,948,346	907,106	2,041,240
333	Services	340,459	107,006	233,453
334	Meters and Meter Installations	21,879	8,387	13,492
335	Hydrants	306,100	86,582	219,518
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	27,777	20,822	6,955
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	12,763	4,893	7,871
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	8,207	3,146	5,061
348	Other Tangible Plant			
	TOTALS	6,768,252	1,742,950	4,152,039

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME: Sunrise Water Co.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	873,264	0%	0
304	Structures and Improvements	88,321	4.12%	3,639
307	Wells and Springs	1,496,346	4.12%	61,646
311	Pumping Equipment	484,437	4.12%	19,958
320	Water Treatment Equipment	22,313	4.12%	919
330	Distribution Reservoirs and Standpipes	138,040	4.12%	5,687
331	Transmission and Distribution Mains	2,948,346	4.12%	121,464
333	Services	340,459	4.12%	14,026
334	Meters and Meter Installations	21,879	4.12%	901
335	Hydrants	306,100	4.12%	12,611
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	27,777	7.73%	2,146
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	12,763	4.12%	525
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	8,207	4.12%	338
348	Other Tangible Plant			
	TOTALS	6,768,252		243,860

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME: Sunrise Water Co.

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 168,263	\$ 204,603
134	Working Funds		
135	Temporary Cash Investments		1,629,211
141	Customer Accounts Receivable	3,319	2,106
146	Notes/Receivables from Associated Companies	30,733	43,312
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 202,315	\$ 1,879,232
	FIXED ASSETS		
101	Utility Plant in Service	\$ 4,345,818	\$ 6,768,252
103	Property Held for Future Use		
105	Construction Work in Progress	450,630	212,885
108	Accumulated Depreciation – Utility Plant	(1,499,089)	(1,742,950)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 3,297,359	\$ 5,238,187
	TOTAL ASSETS	\$ 3,499,674	\$ 7,117,419

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 48,093	\$ 252,195
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	191,897	182,523
236	Accrued Taxes	6,102	6,102
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 246,092	\$ 440,820
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	2,650,426	4,981,770
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 2,650,426	\$ 4,981,770
	TOTAL LIABILITIES	\$ 2,896,518	\$ 5,422,590
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 10,000	\$ 10,000
211	Paid in Capital in Excess of Par Value	831,890	1,809,601
215	Retained Earnings	(238,734)	(124,772)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 603,156	\$ 1,694,829
	TOTAL LIABILITIES AND CAPITAL	\$ 3,499,674	\$ 7,117,419

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 1,072,168	\$ 1,232,297
460	Unmetered Water Revenue		
474	Other Water Revenues	13,833	20,969
	TOTAL REVENUES	\$ 1,086,001	\$ 1,253,266
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 235,723	\$ 235,958
610	Purchased Water		
615	Purchased Power	124,973	177,255
618	Chemicals	11,766	8,974
620	Repairs and Maintenance	12,906	17,204
621	Office Supplies and Expense	24,476	26,213
630	Outside Services	100,638	30,744
635	Water Testing	2,035	2,165
641	Rents		
650	Transportation Expenses	40,639	54,036
657	Insurance – General Liability	13,837	13,566
659	Insurance - Health and Life	51,458	42,836
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	234,434	265,474
403	Depreciation Expense	203,731	243,860
408	Taxes Other Than Income		
408.11	Property Taxes	478,955	53,056
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 1,535,571	\$ 1,171,341
	OPERATING INCOME/(LOSS)	\$ (449,570)	\$ 81,925
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 11,545	\$ 32,014
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	166,323	
	TOTAL OTHER INCOME/(EXPENSE)	\$ (154,778)	\$ 32,014
	NET INCOME/(LOSS)	\$ (604,348)	\$ 113,939

COMPANY NAME: Sunrise Water Co.

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 95,668

Meter Deposits Refunded During the Test Year

\$ 24,993

COMPANY NAME: Sunrise Water Co.			
Name of System	Sunrise	ADEQ Public Water System Number (if applicable)	07-070

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-626343	50	200	1190	10	3	1971
55-544015	50	170	1260	12	6	1994
55-566797	60	230	1170	12	6	1998
55-571201	125	500	1230	12	6	1999
55-206656	40	125	850	12	4	2005

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	3	160	3
10	3		
20	6		
25	1		
30	3		
50	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity Gallons	Quantity	Capacity Gallons	Quantity
20,000	1	5,000	3
86,000	1	1,500	1
1) 100,000 2) 325,000	1) 3 2) 1	1,000	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Sunrise Water Co.		
Name of System	Sunrise	ADEQ Public Water System Number (if applicable) 07-070

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2	PVC	320
3		
4	PVC	6,910
5		
6	PVC	107,261
8	PVC	55,733
10	PVC	340
12	PVC	1,760
6	DIP	290
8	DIP	102
12	DIP	4,152

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	
3/4	747
1	539
1 1/2	36
2	9
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

Chemical feed pumps for chlorination

STRUCTURES:

CMU fences; chain link fences

Steel water storage tanks

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Sunrise Water Co.		
Name of System	Sunrise	ADEQ Public Water System Number (if applicable) 07-070

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	1273	20,291	23,206	
FEBRUARY	1273	19,697	20,487	
MARCH	1279	19,486	20,573	
APRIL	1281	22,365	23,746	
MAY	1288	32,448	35,135	
JUNE	1290	40,287	41,306	
JULY	1289	37,627	40,133	
AUGUST	1292	43,437	46,094	
SEPTEMBER	1294	33,560	35,507	
OCTOBER	1300	34,026	36,198	
NOVEMBER	1301	31,622	32,281	
DECEMBER	1305	25,223	25,953	
TOTALS →		360,069	380,619	

What is the level of arsenic for each well on your system? See Below mg/l

(If more than one well, please list each separately.)

Well # 2 0.0043 mg/l Well # 5 0.0052 mg/l

Well # 3 0.0079 mg/l Well # 6 0.0040 mg/l

Well # 4 0.0046 mg/l

**If system has fire hydrants, what is the fire flow requirement? County 1,000 GPM for 2 hrs
City 1,750**

If system has chlorination treatment, does this treatment system chlorinate continuously?
(X) Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
(X) Yes () No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
(X) Yes () No

If yes, provide the GPCPD amount: 147

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: Sunrise Water Co. YEAR ENDING 12/31/2006

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2006 was: \$ 53,056

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

THIS DOCUMENT HAS AN ARTIFICIAL WATERMARK IN PAPER. SEE BACK SIDE FOR OTHER SECURITY FEATURES.

SUNRISE WATER CO.

PH. (623) 972-6133
9098 W. PINNACLE PEAK RD.
PEORIA, AZ 85383

BANK OF AMERICA ARIZONA
84TH AVE & BELL BRANCH 02761
GLENDALE, AZ 85308
91-170/1221

029078

Four Hundred Eleven and 65/100 Dollars

PAY
TO THE
ORDER
OF:

MARICOPA COUNTY TREASURER
P.O. BOX 78574
PHOENIX, AZ 85062-8574

Memo:

29078

DATE
Apr 27, 2006

AMOUNT
*****\$411.65



AUTHORIZED SIGNATURE

1102907811





100000411651

MP

MP

05022006 11191331 05/03/06 11191331 05/03/06 11191331 05/03/06 11191331

05022006 11191331 05/03/06 11191331 05/03/06 11191331 05/03/06 11191331

05022006 11191331 05/03/06 11191331 05/03/06 11191331 05/03/06 11191331

CREDIT TO ACCOUNT OF
NAMED PAYEE WITH-
OUT PREJUDICE
ABSENCE OF ENDORSE-
MENT GUARANTEED BY
JPMORGAN CHASE, NA

THIS DOCUMENT HAS AN ARTIFICIAL WATERMARK IN PAPER. SEE BACK SIDE FOR OTHER SECURITY FEATURES

SUNRISE WATER CO.

PH. (623) 972-6133
9098 W. PINNACLE PEAK RD.
PEORIA, AZ 85383

BANK OF AMERICA ARIZONA
84TH AVE & BELL BRANCH 02761
GLENDALE, AZ 85308
91-170/1221

029077

29077

DATE
Apr 27, 2006

AMOUNT
***** \$25,876.32

Twenty-Five Thousand Eight Hundred Seventy-Six and 32/100 Dollars

PAY
TO THE
ORDER
OF:

MARICOPA COUNTY TREASURER
P.O. BOX 78574
PHOENIX, AZ 85062-8574

Memo:


AUTHORIZED SIGNATURE

11029077



0002587632

MP

MP

Apr. 5, 2007 3:09PM

No. 0164 P. 3

THIS DOCUMENT HAS AN ARTIFICIAL WATERMARK IN PAPER. SEE BACK SIDE FOR OTHER SECURITY FEATURES

SUNRISE WATER CO.

PH. (623) 972-6133
8086 W. PINNACLE PEAK RD.
PEORIA, AZ 85383

ARROWHEAD COMMUNITY BANK

GLENDALE, AZ 85308
91-580/1221

003672

3672

DATE
Oct 25, 2006

AMOUNT

\$148.41

One Hundred Forty-Eight and 41/100 Dollars

PAY
TO THE
ORDER
OF:

MARICOPA COUNTY TREASURER
P.O. BOX 52133
PHOENIX, AZ 85072-2133

Memo: 200-08-254A 0

AUTHORIZED SIGNATURE

003672

0000014841

Serial:3672 Amount:\$148.41 Sequence:6027310730 TR:122105809 TranCode:62 Date:11/08/2006 InstID:27

Note:0 DbCr:D

Bank of America for
Maricopa County Treasurer
Acct. 004079463057

11882006

122000166 669

ENT=1752 TRC=1757 PK=08

2728010376

11882006

122000166 679

ENT=4636 TRC=4636 PK=01

0121740715

BANK OF AMERICA NA TP
112210176-4 FSS21 30 P13
12/01/06

3150078153

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SUNRISE WATER CO.

PH. (623) 972-6133
9098 W. PINNACLE PEAK RD.
PEORIA, AZ 85383

ARROWHEAD COMMUNITY BANK

GLENDALE, AZ 85308
91-586/1221

003673

3673

DATE
Oct 25, 2006

AMOUNT
\$77.76

Seventy-Seven and 76/100 Dollars

PAY
TO THE
ORDER
OF:

MARICOPA COUNTY TREASURER
P.O. BOX 52133
PHOENIX, AZ 85072-2133

Memo: 201-16-013 G 8

[Signature]
AUTHORIZED SIGNATURE

003673

000000007776

Serial:3673 Amount:\$77.76 Sequence:6027310732 TR:122105809 TranCode:62 Date:11/08/2006 InstID:27

Note:0 DbCr:D

Bank of America for
Maricopa County Treasurer
Acct 004373-636

11082906
122000166 869
ENT-1756 TRC-1757 PK-00

11082906
122000166 879
ENT-4636 TRC-4636 PK-41

BANK OF AMERICA NA TRF
1122 1017064 73521 93 F13
11/08/2006

000000007776

THIS DOCUMENT HAS AN ARTIFICIAL WATERMARK IN PAPER. SEE BACK SIDE FOR OTHER SECURITY FEATURES

SUNRISE WATER CO.

PH. (623) 972-8133
9098 W. PINNACLE PEAK RD.
PEORIA, AZ 85383

ARROWHEAD COMMUNITY BANK

GLENDALE, AZ 85308
91-580/1221

003674

3674

DATE
Oct 25, 2006

AMOUNT
\$24,719.69

Twenty-Four Thousand Seven Hundred Nineteen and 89/100 Dollars

PAY
TO THE
ORDER
OF.

MARICOPA COUNTY TREASURER
P.O. BOX 52133
PHOENIX, AZ 85072-2133

Memo: 625-81-100-2

AUTHORIZED SIGNATURE

003674

0002471969

Serial:3674 Amount:\$24,719.69 Sequence:6027310734 TR:122105809 TranCode:62 Date:11/08/2006 InstID:27
Note:0 DbCr:D

<p>Bank of America for Maricopa County Treasurer Acct 004376463001</p>		<p>11082006 122968166 650 EXT=1156 TRC=1757 PK=00</p>		<p>11082006 122968166 079 EXT=4636 TRC=4636 PK=01</p>		<p>BANK OF AMERICA TFF 11221017064 0002471969 11/08/06</p>		<p>003674</p>	
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SUNRISE WATER CO.

PH. (623) 972-6133
9098 W. PINNACLE PEAK RD.
PEORIA, AZ 85363

ARROWHEAD COMMUNITY BANK

GLENDAL, AZ 85308
91-580/1221

003675

3675

DATE
Oct 25, 2008

AMOUNT
\$687.90

Six Hundred Eighty-Seven and 90/100 Dollars

PAY
TO THE
ORDER
OF:

MARICOPA COUNTY TREASURER
P.O. BOX 52133
PHOENIX, AZ 85072-2133

Memo: 625-81-108-1

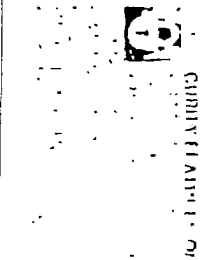
[Signature]
AUTHORIZED SIGNATURE

003675

0000068790

Serial:3675 Amount:5687.90 Sequence:6027310736 TR:122105909 TranCode:62 Date:11/08/2006 InstID:27

Note:0 DbCr:D

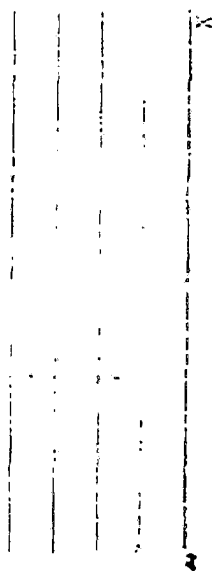


Bank of America for
Maricopa County Treasurer
Acct 0045794630

11082006
122040166 668
ENT=1756 TRC=1757 PK=60
2728810070

11082006
122040166 679
ENT=4636 TRC=4636 PK=61
0121740716

BANK OF AMERICA NA, ITT
1221017064 F5521 90 P13
11/01/08
3150878106



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SUNRISE WATER CO.

PH. (623) 972-8133
9098 W. PINNACLE PEAK RD.
PEORIA, AZ 85383

ARROWHEAD COMMUNITY BANK

GLENDALE, AZ 85308
91-580/1221

003676

3676

DATE
Oct 25, 2006

AMOUNT

***** \$1,134.55

One Thousand One Hundred Thirty-Four and 55/100 Dollars

PAY
TO THE
ORDER
OF:

MARICOPA COUNTY TREASURER
P.O. BOX 52133
PHOENIX, AZ 85072-2133

Memo: 625-81-150-4

AUTHORIZED SIGNATURE

⑈003676⑈

⑈0000113455⑈

Serial:3676 Amount:\$1,134.55 Sequence:6027310738 TP:122105809 TranCode:62 Date:11/08/2006 InstID:27

Note:0 DbCr:D

<p>Bank of America for Maricopa County Treasurer Acct. 004079103051</p>		<p>11/08/06 1221017-44 FREQ. 99 P13 ENT=1736 TRC=1737 PK=00</p>		<p>11/08/06 1221017-44 FREQ. 99 P13 ENT=4636 TRC=4636 PK=01</p>		<p>11/08/06 1221017-44 FREQ. 99 P13 ENT=4636 TRC=4636 PK=01</p>	
<p>2728310300</p>		<p>0121740717</p>		<p>0121740717</p>		<p>0121740717</p>	

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	Maricopa
NAME (OWNER OR OFFICIAL) TITLE	J D. Campbell, President
COMPANY NAME	Sunrise Water Co.

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

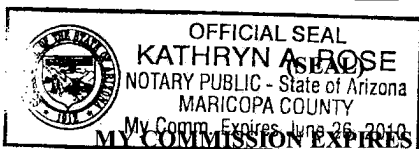
I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.


I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

SUBSCRIBED AND SWORN TO BEFORE ME

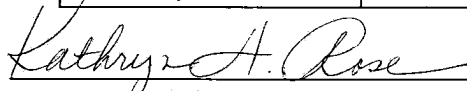
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 12th DAY OF




SIGNATURE OF OWNER OR OFFICIAL
623 972-6133
TELEPHONE NUMBER

COUNTY NAME	MARICOPA	
MONTH	APRIL	2007


SIGNATURE OF NOTARY PUBLIC

COMPANY NAME: Sunrise Water Co. YEAR ENDING 12/31/2006

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>*</u>
Estimated or Actual Federal Tax Liability	<u>*</u>

State Taxable Income Reported	<u>*</u>
Estimated or Actual State Tax Liability	<u>*</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>*</u>
Amount of Gross-Up Tax Collected	<u>*</u>
Total Grossed-Up Contributions/Advances	<u>*</u>

*** S. Corp – Calculated at shareholder level**

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

4/12/07
DATE

J D. CAMPBELL
PRINTED NAME

PRESIDENT
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Maricopa
NAME (OWNER OR OFFICIAL) TITLE J D. Campbell, President
COMPANY NAME Sunrise Water Co.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

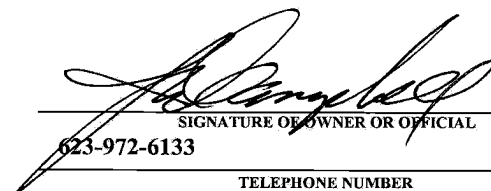
\$ 1,350,222


(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 96,955
IN SALES TAXES BILLED, OR COLLECTED)

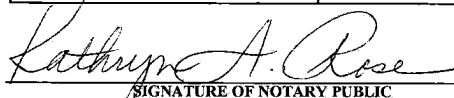
****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF


SIGNATURE OF OWNER OR OFFICIAL
623-972-6133
TELEPHONE NUMBER

THIS 12th DAY OF APRIL

KATHRYN A. ROSE
NOTARY PUBLIC, State of Arizona
MARICOPA COUNTY
My Comm. Expires June 26, 2010
MY COMMISSION EXPIRES 06/26/07

COUNTY NAME MARICOPA
MONTH APRIL .2007

SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE**
Intrastate Revenues Only

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Maricopa	
NAME (OWNER OR OFFICIAL) J D. Campbell	TITLE President
COMPANY NAME Sunrise Water Co.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT


IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 1,279,982

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 92,153
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.


SIGNATURE OF OWNER OR OFFICIAL
623-9726133
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

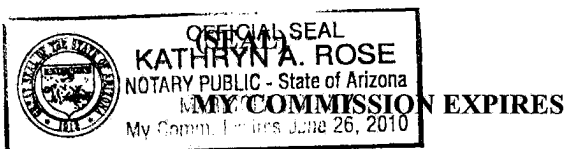
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

12th

DAY OF

NOTARY PUBLIC NAME	
COUNTY NAME MARICOPA	
MONTH APRIL	.20 <u>07</u>



X 
SIGNATURE OF NOTARY PUBLIC